

HOUSE BILL 1372

By Sargent

AN ACT to amend Tennessee Code Annotated, Title 67, Chapter 4, Part 20 and Title 67, Chapter 4, Part 21, relative to the apportionment formula for determining franchise and excise tax liability.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. The department of revenue is urged to study the formulas used in the states contiguous to Tennessee to determine the apportionment of net worth and net earnings for purposes of calculating a taxpayer's franchise and excise tax liability. If such study is conducted, the department shall report its findings and recommendations to the finance, ways and means committees of the senate and the house of representatives on or before February 1, 2018.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.